

Amendment No. 1 to SB1086

Watson  
Signature of Sponsor

**AMEND Senate Bill No. 1086**

**House Bill No. 1036\***

by deleting the language after the enacting clause and substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 8-35-111(b), is amended by adding the following new subdivision:

(4) A defined benefit pension plan established and maintained by a local government employer that is supplemental to the employer's participation in the Tennessee consolidated retirement system, and was established prior to the effective date of this act, where the total combined employer and employee contributions do not exceed seven percent (7%) of the employee's salary, and the supplemental benefits are subject to the limitations set forth in § 8-36-102. At the request of the Tennessee consolidated retirement system, the local government shall conduct a periodic audit using an auditing or accounting firm to demonstrate compliance with the limitations set forth in § 8-36-102 and any applicable limitation pursuant to federal law, regulation, or ruling, with the cost of the audit to be paid by the local government.

SECTION 2. Tennessee Code Annotated, Section 8-35-112(c), is amended by deleting the subsection and substituting instead the following:

(c) This section does not apply to retired members of the retirement system or of a superseded system who return to service in a position covered by the retirement system, as provided in chapter 36, part 8 of this title that does not allow the retired member to accrue additional retirement benefits.

SECTION 3. This act takes effect upon becoming a law, the public welfare requiring it.